

3rd SURVEILLANCE CREDIT RATING REPORT MOFIZ & BROTHERS

Ref. no.: FR/2023/031876



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	11 June 2024

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD (BIC) 661/14B (P)/2014/2093.

Tk. in million

Bank Name	Mode of Investment	Limit Amount	Outstanding Amount	Outstanding Date
National Bank Limited	CC(Hypo)	7.50	7.50	31.05.2023

Financial Based on– Unaudited financial statements up to 31 December 2022, and 2021.

Key Snapshot:

Tk. In million

Particulars	2022	2021
Revenue	90.00	81.00
EBIT	9.49	9.25
Net Profit	8.64	8.45
Total Assets	26.69	24.00
Total Equity	18.64	18.45
Total Liabilities	8.05	5.55
Net Profit Margin (%)	9.60	10.43
Current Ratio (X)	3.25	4.23
Debt to Equity (X)	0.43	0.30

Methodology: SME Rating Methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Mofiz & Brothers** (hereinafter referred to as ‘M&B’ or “The Enterprise”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

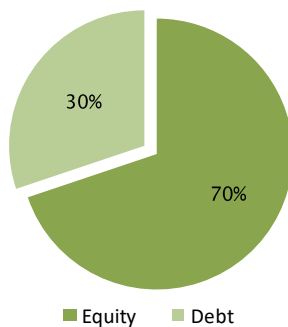
The above ratings have been assigned based on the fundamentals of the enterprise which positioning of selling point at prime location, long business experiences of the proprietor, maintained insurance coverage, and low levered concern. However, the above factors are constrained to some extent by manual accounting system, stressed liquidity position with long cash conversion cycle, and poor disclosure of financial statements.

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other SE's / ME's.

This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

WCRCL also viewed the enterprise with “Stable” outlook and believes that M&B will be able to maintain its good fundamentals in the foreseeable future.

Capital Structure



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